

**UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF ILLINOIS
EASTERN DIVISION**

IN RE:) Chapter 11
) Judge Eugene R. Wedoff
DURACO PRODUCTS, INC.,) Case No. 08 B 31353
)
Debtor.)

**SECOND AMENDED EIGHTEENTH AND FINAL ORDER EXTENDING
PRIOR INTERIM ORDERS AUTHORIZING DEBTOR TO (I) USE CASH
COLLATERAL, (II) BORROW MONEY, (III) GRANT SECURITY INTERESTS,
(IV) ACCORD PRIORITY STATUS AND (V) OBTAIN RELATED RELIEF**

This matter coming to be heard for continued hearing on the Debtor's motion for authority to use cash collateral, borrow money, grant security interests, accord priority status and obtain related relief (the "**Motion**"); the Court having previously entered an Interim Order granting the Motion and Authorizing Debtor To (i) Use Cash Collateral, (ii) Borrow Money, (iii) Grant Security Interests, (iv) Accord Priority Status And (v) Obtain Related Relief ("**First Order**") on November 26, 2008, and the Court having subsequently entered a Second Interim Order Authorizing Debtor To (i) Use Cash Collateral, (ii) Borrow Money, (iii) Grant Security Interests, (iv) Accord Priority Status And (v) Obtain Related Relief ("**Second Order**") which expired on January 28, 2009; the Debtor and the Committee of Unsecured Creditors having previously waived claims against Franklin Capital Corporation, as described in the Second Order; the parties having asked the Court to continue the Second Order and the Final Hearing for a further date; the Second Order having been extended from time to time and modified by subsequent Interim Orders; and, and the Court being otherwise fully advised in the premises;



IT IS HEREBY ORDERED, STIPULATED AND AGREED THAT:

1. The Second Order, as extended previously and modified by subsequent Interim Orders, is continued, and shall remain in effect, and each of the Debtor, Kevin Lynch and Michael Lynch shall continue to Comply with the First Order and the Second Order and the extensions of each such Order, and the budget attached hereto as Exhibit A.
2. The Second Order as modified by this Order and all subsequent Interim Orders and extended by this Order, shall remain in effect and full force and effect retroactive to November 13, 2009 and are extended and shall, with the Debtor's ability to use cash collateral, expire on November 27, 2009 without further order of Court.
3. The Hearing on the Motion is concluded and this is a final order.

CONSENT AS TO FORM AND SUBSTANCE OF THIS ORDER

DURACO PRODUCTS, INC.

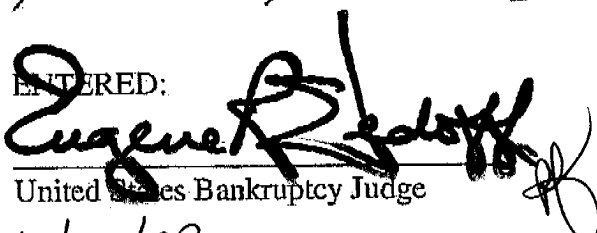
KEVIN LYNCH

MICHAEL LYNCH

By: 

Its: PRESIDENT

ENTERED:


United States Bankruptcy Judge

Order Prepared by:

Scott N. Schreiber (ARDC #6191042)

Shelly A. DeRousse (ARDC #6274798)

Stahl Cowen Crowley Addis LLC

55 W. Monroe St.

Suite 1200

Chicago, IL 60603

312-641-0060 (phone)

312-423-8189 (direct fax)

	Week Of <u>11/15/2009</u>	Week Of <u>11/22/2009</u>	2 Weeks Ended <u>11/28/2009</u>
Net Proprietary Forecasted Sales (i)	125,000.00	155,000.00	\$280,000
Intercompany Sales	0.00	0.00	\$0
Receivable Line of Credit	125,000.00	155,000.00	\$280,000
Less:			
Freight	87,500.00	108,500.00	\$196,000
Franklin - Estimated Accrued Fees (ii)	9,375.00	11,625.00	\$21,000
	10,000.00	12,400.00	\$22,400
	19,375.00	24,025.00	\$43,400
Net Proprietary Sales	68,125.00	84,475.00	\$152,600
Net Funds Available	68,125.00	84,475.00	\$152,600
Cost of Sales Proprietary			
Raw Material			
(i) Resin	14,800.00	28,500.00	\$43,300
(ii) Colorant	0.00	0.00	\$0
(iii) Corrugated	0.00	0.00	\$0
Direct Labor	18,500.00	18,500.00	\$37,000
Indirect & Supervisory	17,500.00	8,750.00	\$26,250
Phone/ DSL	0.00	0.00	\$0
Utilities			
(i) ComEd	0.00	0.00	\$0
(ii) Nicor	0.00	0.00	\$0
Rent / Real Estate Tax Escrow	0.00	0.00	\$0
Equipment Lease	0.00	0.00	\$0
Insurance			
(i) Health Insurance (BCBS)	5,000.00	5,000.00	\$10,000
(ii) Workman's Comp / GL	6,500.00	6,500.00	\$13,000
Outside Purchases & Services	0.00	0.00	\$0
Other Manufacturing costs	0.00	15,750.00	\$15,750

Exhibit A.

Cost of Sales Proprietary (iii)	62,300.00	83,000.00	\$145,300
Net Profit	5,825.00	1,475.00	\$7,300
Less:			
US Trustees Office	3,875.00	0.00	\$3,875
Arnstein & Lehr LLP	0.00	0.00	\$0
Stahl Cowen	0.00	0.00	\$0
Querrey & Harold, Ltd	0.00	0.00	\$0
	3,875.00	0.00	\$3,875
	1,950.00	1,475.00	\$3,425

- (i) Net Proprietary Forecasted Sales are stronger than historical sales (CY 2008) due to existing back orders and new house account's
- (ii) Franklin estimates the Franklin Estimated Accrued Fees to be an approximate 8%. The above Franklin Estimated Accrued Fees are strictly an estimate and the above amount is not a true reflection on weekly cash flow
- (iii) Cost of Sales Proprietary reflects significant cost reductions implemented by the debtor.